



August 25, 2006

The Honorable Mark Sanford
Office of State Budget
1201 Main Street, Suite 870
Columbia, South Carolina 29201

Dear Governor Sanford:

Attached is the Fiscal Year 2007-2008 Budget Plan for the SC Technical College System. In this Budget Plan we address critical needs that are central to the success of economic development and the economic stability of the state. Also attached is a Fiscal Year 2007-2008 Budget Plan for lottery funds to continue the programs funded in Fiscal Year 2006-2007. Providing learning opportunities that promote the economic and human resource development of the state is the key mission of the Technical College System.

The Technical Colleges educate 44% of the public post-secondary students with 22% of the appropriated higher education dollars reflecting our effectiveness and adherence to our mission of providing accessible and affordable educational opportunities. In addition, we provide continuing education programs for non-traditional students and job training. We anticipate a continued and growing demand for our services. In total over 250,000 citizens of the State received services from the System in Fiscal Year 2005-2006.

Key initiatives of our request focus on job creation in the critical areas of health care and through our Center for Accelerated Technology Training attracting new employers to the State and retention of industry. I am certain you will find the Technical College System's request responsive to job creation and ensuring educational and financial accountability for public higher education.

Sincerely,

Barry W. Russell
System President

JLH/SAL/jfh

FISCAL YEAR 2007-08 BUDGET PLAN

I. EXECUTIVE SUMMARY

A. Agency Section/Code/Name: **5N/H59/TECHNICAL & COMPREHENSIVE EDUCATION BOARD**

B. Statewide Mission: The South Carolina Technical College System provides learning opportunities that promote the economic and human resource development of the state.

The South Carolina Technical College System is comprised of 16 technical colleges and a System Office. The technical colleges provide a range of educational programs to meet the needs of the adult population and college transfer students within their designated service areas. Included in this range of programs are technical and occupational associate degree, diploma and certificate curricula that are consistent with the needs of employers in the colleges' service areas. As an integral part of this mission, the colleges provide programs of continuing education designed to satisfy the occupational demands of employers through retraining and upgrading the skills of individual employees. The colleges also provide a variety of developmental education programs, support services and offerings to assist students in meeting their personal and professional educational objectives. The System Office coordinates activities for the 16 colleges and operates the Center for Accelerated Technology Training. This center works closely with the Department of Commerce and colleges to provide training and job development for existing employers and incentives for prospective employers to locate within the state.

C. Summary Description of Strategic or Long-Term Goals:

There are six goals that guide the System in the achievement of its mission:

- (1) Ensure excellence and value by providing high quality, relevant programs and services to all customers.
- (2) Achieve greater efficiency and effectiveness in fulfilling the System's mission through coordinated college and state-level leadership.
- (3) Develop a world-class workforce to fulfill the demands of an evolving and diversified state economy.
- (4) Provide responsible and flexible access to education, training and retraining through distance learning technology.
- (5) Acquire the financial and infrastructure resources necessary to achieve the Technical College System's mission.
- (6) Demonstrate accountability for achieving the System mission.

The South Carolina Technical College System's core values are the key to the System's goals. These values include:

Partnership - Economic and resource development through business and industry, government and community partnerships;

Public Trust - Accountability in educational effectiveness and resource management;

Responsiveness - Flexibility and adaptability in responding to changing economic and human resource development, community and workplace needs;

Opportunity - The right of every citizen to reach his or her full potential through education;

Access - Equal and affordable access to lifelong learning opportunities;

Diversity - The educational richness of a culturally diverse faculty, staff and student population; and

Integrity - Ethics, honesty and respect for academic freedom in all professional activities and relationships.

D.

Summary of Operating Budget Priorities for FY 2007-08:		FUNDING					FTEs			
		State Non-Recurring	State Recurring	Federal	Other	Total	State	Fed.	Other	Total
Priority No.: 1	Title: Allied Health Care Initiative	0	15,000,000	0	15,000,000	\$30,000,000	100.00	0	0	100.00
Strategic Goal No. Referenced in Item C Above (if applicable): 1,3 and 4										
Activity Number & Name: New – Allied Health Care Initiative										
Priority No.: 2	Title: Ensuring Quality and Innovation through Technical College Faculty	0	8,000,000	0	0	\$8,000,000	132.00	0	0	132.00
Strategic Goal No. Referenced in Item C Above (if applicable): 1										
Activity Number & Name: 611 to 638 & 662 to 673 (Colleges)										
Priority No.: 3	Title: Statewide Apprenticeship Initiative	0	1,000,000	0	0	\$1,000,000	8.00	0	0	8.00
Strategic Goal No. Referenced in Item C Above (if applicable): 3 and 4										
Activity Number & Name: New										

Summary of Operating Budget Priorities for FY 2007-08:		FUNDING					FTEs			
		State Non-Recurring	State Recurring	Federal	Other	Total	State	Fed.	Other	Total
Priority No.: 4	Title: Center for Accelerated Technology Training	8,000,000	0	0	0	\$8,000,000	0	0	0	0.00
Strategic Goal No. Referenced in Item C Above (if applicable): 3 and 4										
Activity Number & Name: 661 – Center for Accelerated Technology Training										
TOTAL OF ALL PRIORITIES		\$8,000,000	\$24,000,000	\$ 0	\$15,000,000	\$47,000,000	240.00	0.00	0.00	240.00

E. Agency Recurring Base Appropriation:

State \$ 156,229,935
Federal\$ 29,475,401
Other \$ 309,056,254

- F. Efficiency Measures: In most instances, instead of delivering the training directly, the System's Center for Accelerated Technology Training trains the companies' best job/subject matter experts how to train the rest of the employees (train the trainer). This method reduces the number of staff required to support the company training. Each technical college has implemented various efficiency measures. For example, the colleges have restructured their institutions to achieve more efficiency in administration and have eliminated some non-profitable programs. The colleges continually evaluate use of in-house resources versus out-sourcing of support services (security and custodial and grounds services). In addition, the System continues to implement measures that will result in an organization that will operate more efficiently and that will contribute to the efficiency of the state as a whole through collaboration with other agencies. Other means of efficiency include colleges shifting from full-time to adjunct faculty, controlling cost shifts to students by establishing and maintaining caps on tuition and fee increases, and pursuing grant-seeking efforts.

G.

Summary of Capital Budget Priorities:			Additional State Funds	Previously Authorized State Funds	Total Other Fund Sources	Project Total
Priority No.:	<u>Project Name:</u> Activity Number & Name:	Project No*:	152,550,381	700,000	27,364,133	\$180,614,514
Priority No.:	<u>Project Name:</u> Activity Number & Name:	Project No*:	0	0	0	\$ 0
Priority No.:	<u>Project Name:</u> Activity Number & Name:	Project No*:	0	0	0	\$ 0
TOTAL OF ALL CAPITAL BUDGET PRIORITIES			\$152,550,381	\$700,000	\$27,364,133	\$180,614,514

* If applicable (See Section III for detail of projects and priority order for each institution.)

H. Number of Proviso Changes: None

I. Signature/Agency Contacts/Telephone Numbers:

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 State Board for Technical and Comprehensive Education
 111 Executive Center Drive
 Columbia, South Carolina 29210

Agency Contacts: Scott A. Ludlow Ph. (803) 896-5315; E-mail: Ludlow@sctechsystem.com
 Judy F. Hrinda Ph. (803) 896-5311; E-mail: Hrinda@sctechsystem.com

II. DETAILED JUSTIFICATION FOR FY 2007-08 OPERATING BUDGET PRIORITIES

A. Agency Section/Code/Name: **5N/H59/TECHNICAL & COMPREHENSIVE EDUCATION BOARD**

B. Priority No. 1 of 4

C. (1) Title: Allied Health Care Initiative

(2) Summary Description: The technical colleges are committed to a coordinated approach that responds to the critical need for more qualified health care workers required to fill jobs created by industry growth and retirement. This request will allow the System to enhance its educational pipeline for allied health workers including nurses and radiological technicians. This resource will help relieve enrollment bottlenecks created by lack of teaching faculty and instructional infrastructure. Funding will allow the technical colleges to enhance programs that respond to health care providers' demands for additional allied health care workers in career fields where we have students waiting to enter our programs. Our proposal for increasing graduates meshes with the state initiative to assist seven State agencies in recruiting and retaining healthcare workers. The agencies are participating in a pilot program to encourage the recruitment and retention of healthcare employees. The Budget and Control Board has recognized the impacts of Allied Health Care shortages through their initiative on the "Hiring and Retention of Health Care Workers".

(3) Strategic Goal/Action Plan (*if applicable*): Ensure excellence and value by providing high quality, relevant programs and services to all customers.

D. Budget Program Number and Name: II. Instructional Programs

A. Technical Colleges (Related employee benefits are in Section II. E)

E. Agency Activity Number and Name: New – Allied Health Care Initiative

F. Detailed Justification for Funding

(1) Justification for Funding Increase: In Fiscal Year 2006-2007, the Technical College System received \$15.8 million nonrecurring to build allied health training capacity. The colleges are utilizing those funds for infrastructure projects, state-of-the-art equipment, retention strategies, and lottery-funded faculty positions. While these expenditures will result in an increased number of allied health workers, recurring dollars are needed to achieve a long-term solution. The System will continue its work with the South Carolina hospital association and others to address widespread shortages in nursing and other health professions.

(2)

FY 2007-08 Cost Estimates:	State Non-Recurring Funds	State Recurring Funds	Federal	Other	Total
Personnel:					
(a) Number of FTEs*	0	100.00	0	0	100.00
(b) Personal Service	0	5,859,375	0	0	\$5,859,375
(c) Employer Contributions	0	1,640,625	0	0	\$1,640,625
Program/Case Services	0	0	0	0	\$ 0
Pass-Through Funds	0	0	0	0	\$ 0
Other Operating Expenses	0	7,500,000	0	15,000,000	\$22,500,000
Total	\$ 0	\$15,000,000	\$ 0	\$15,000,000	\$30,000,000
<i>* If new FTEs are needed, please complete Section G (Detailed Justification for FTEs) below.</i>					

(3) Base Appropriation:

State	\$114,385,922
Federal	\$ 818,093
Other	\$267,764,291

(4) Is this priority associated with a Capital Budget Priority? No If yes, state Capital Budget Priority Number and Project Name: _____.

G. Detailed Justification for FTEs

(1) Justification for New FTEs

- (a) Justification: The additional FTEs will enable the System to implement this initiative and provide the necessary support services for our students.
- (b) Future Impact on Operating Expenses or Facility Requirements: The operating expenses will be funded by state appropriations, student fees, and other self-generated funds. Facility requirements will be evaluated on a regular basis.

(2) Position Details:

	State	Federal	Earmarked	Restricted	Total
Position Title: Instructor					
(a) Number of FTEs	100.00	0	0	0	100.00
(b) Personal Service	5,859,375	0	0	0	\$5,859,375
(c) Employer Contributions	1,640,625	0	0	0	\$1,640,625

	State	Federal	Earmarked	Restricted	Total
Position Title:					
(a) Number of FTEs					0.00
(b) Personal Service					\$ 0
(c) Employer Contributions					\$ 0

(3) FTEs in Program Area per FY 2006-07 Appropriation Act:

State 3,310.91
Federal _____
Other 829.72

Agency-wide Vacant FTEs as of July 31, 2006: 634.50

% Vacant 13.95 %

- H. Other Comments: The vacancies shown above for the State Board for Technical and Comprehensive Education as of July 31, 2006, support the System Office and the 16 technical colleges. The legislature approved our request for another 160 “other” FTE positions, effective July 1, 2006, to hire faculty to respond to continuous enrollment growth. There was not sufficient time to take personnel actions on these new positions during the month of July, so they are all included in the vacancies reported as of July 31, 2006. In addition, many of the 105.75 “other” FTE positions that the Budget and Control Board approved for the System in July 2005 were still vacant as of July 31, 2006, but will be filled when the fall 2006 term begins. Some positions were vacant because qualified, permanent instructors were difficult to find, forcing colleges to use temporary employees. As a result, the permanent instructors’ positions are sometimes vacant for more than one year. At July 31, 2006, regular classes were not in session and many instructor and staff positions were vacant for the summer. It is important to note that although individual colleges maintain a certain level of allotted positions, transfer among institutions is not a readily available option.

II. DETAILED JUSTIFICATION FOR FY 2007-08 OPERATING BUDGET PRIORITIES

- A. Agency Section/Code/Name: **5N/H59/TECHNICAL & COMPREHENSIVE EDUCATION BOARD**
- B. Priority No. 2 of 4
- C. (1) Title: Ensuring Quality and Innovation through Technical College Faculty
(2) Summary Description: Additional FTE positions are requested to support increased enrollment in existing educational programs.
(3) Strategic Goal/Action Plan (*if applicable*): Ensure excellence and value by providing high quality, relevant programs and services to all customers.
- D. Budget Program Number and Name: II. Instructional Programs
 - A. Technical Colleges (Related employee benefits are in Section II. E)
- E. Agency Activity Number and Name: New
- F. Detailed Justification for Funding
 - (1) Justification for Funding Increase: Since Fiscal Year 2000-2001, the Technical College System has increased enrollment by 24%, representing 70% of undergraduate growth at State institutions. Because of the technical colleges' commitment to higher education access, the System has accommodated growth with adjunct faculty and larger class sizes. In doing so, the colleges have exhausted their capacity to manage further enrollment increases, to create innovative programs, and to address the upcoming influx of students expected with implementation of the Education and Economic Development Act. Technical colleges have a tradition of high-quality education, and new faculty will re-establish the level of quality to ensure South Carolina's workforce competitiveness.

(2)

FY 2007-08 Cost Estimates:	State Non-Recurring Funds	State Recurring Funds	Federal	Other	Total
Personnel:					
(a) Number of FTEs*	0	132.00	0	0	132.00
(b) Personal Service	0	5,760,000	0	0	\$5,760,000
(c) Employer Contributions	0	2,240,000	0	0	\$2,240,000
Program/Case Services	0	0	0	0	\$ 0
Pass-Through Funds	0	0	0	0	\$ 0
Other Operating Expenses	0	0	0	0	\$ 0
Total	\$ 0	\$8,000,000	\$ 0	\$ 0	\$8,000,000
<i>* If new FTEs are needed, please complete Section G (Detailed Justification for FTEs) below.</i>					

(3) Base Appropriation:

State	\$114,385,922
Federal	\$ 818,093
Other	\$267,764,291

(4) Is this priority associated with a Capital Budget Priority? No If yes, state Capital Budget Priority Number and Project Name: _____.

G. Detailed Justification for FTEs

(1) Justification for New FTEs

- a) Justification: The Technical College System is requesting 132 FTE positions for FY 2007-2008, corresponding to a three percent increase over 2006-2007 fiscal year's authorization. This increase in personnel does not, however, keep pace with the growth of student enrollment. The colleges still continue to enjoy unprecedented growth. Enrollment in the technical colleges increased from 39,035 FTE students in Fall 2000 to 48,572 FTE students in Fall 2005 or an average increase of 24 percent among the 16 technical colleges. During the same period that the colleges were experiencing tremendous enrollment

growth, the number of FTE positions for the colleges only slightly increased from 4,008.35 (3,311.16 State positions) in FY 2000-2001 to 4,140.63 (3,310.91 State positions) at the beginning of FY 2006-2007 or about a three percent increase.

- b) Future Impact on Operating Expenses or Facility Requirements: Operating expenses will be paid by student tuition and fees of additional students enrolling and not from abnormal (above inflation) fee increases.

(2) Position Details:

	State	Federal	Earmarked	Restricted	Total
Position Title: Instructor					
(a) Number of FTEs	132.00	0	0	0	132.00
(b) Personal Service	5,760,000	0	0	0	\$5,760,000
(c) Employer Contributions	2,240,000	0	0	0	\$2,240,000

	State	Federal	Earmarked	Restricted	Total
Position Title:					
(a) Number of FTEs					0.00
(b) Personal Service					\$ 0
(c) Employer Contributions					\$ 0

(3) FTEs in Program Area per FY 2006-07 Appropriation Act:

State 3,310.91
 Federal _____
 Other 829.72

Agency-wide Vacant FTEs as of July 31, 2006: 634.50

% Vacant 13.95 %

- H. Other Comments: The FTEs in the instructional program area per the fiscal year 2006-2007 Appropriation Act listed above relate to the technical colleges only; it excludes the System Office of the State Board for Technical and Comprehensive Education. **Please see the “Other Comments” section under Priority #1 above.**

II. DETAILED JUSTIFICATION FOR FY 2007-08 OPERATING BUDGET PRIORITIES

A. Agency Section/Code/Name: **5N/H59/TECHNICAL & COMPREHENSIVE EDUCATION BOARD**

B. Priority No. 3 of 4

C. (1) Title: Statewide Apprenticeship Initiative

(2) Summary Description: The System supports the business-led initiative to implement a statewide registered apprenticeship awareness and facilitation process. In order to take advantage of the statewide network that already exists, the System has agreed to serve as the centralizing operational force behind this process, utilizing an organizational relationship similar to the successful Center for Accelerated Technology Training model. Currently, South Carolina lags far behind its neighbors in the effective utilization of registered apprenticeships as a workforce development option, and the establishment of a statewide, centralized group responsible for promoting awareness of the option and facilitating its effective utilization by businesses would provide strong impetus for its expanded use.

(3) Strategic Goal/Action Plan (*if applicable*): Develop a world-class workforce to fulfill the demands of an evolving and diversified state economy.

D. Budget Program Number and Name: I. Administration

E. Agency Activity Number and Name: New

F. Detailed Justification for Funding

(1) Justification for Funding Increase: Funding for this priority will enable us to expand awareness of and strengthen the statewide network of apprentices. This furthers our efforts in workforce development. We are working with the State Chamber of Commerce and the Palmetto Institute on this initiative.

(2)

FY 2007-08 Cost Estimates:	State Non-Recurring Funds	State Recurring Funds	Federal	Other	Total
Personnel:					
(a) Number of FTEs*	0	8.00	0	0	8.00
(b) Personal Service	0	390,625	0	0	\$390,625
(c) Employer Contributions	0	109,375	0	0	\$109,375
Program/Case Services	0	0	0	0	\$ 0
Pass-Through Funds	0	0	0	0	\$ 0
Other Operating Expenses	0	500,000	0	0	\$500,000
Total	\$ 0	\$1,000,000	\$ 0	\$ 0	\$1,000,000
<i>* If new FTEs are needed, please complete Section G (Detailed Justification for FTEs) below.</i>					

(3) Base Appropriation:

State \$ 3,300,644
Federal \$
Other \$

(4) Is this priority associated with a Capital Budget Priority? No If yes, state Capital Budget Priority Number and Project Name: _____.

G. Detailed Justification for FTEs

(1) Justification for New FTEs

- a) Justification: The additional FTEs will enable the System to implement this initiative.
- b) Future Impact on Operating Expenses or Facility Requirements: Facility Requirements will be evaluated on a regular basis.

(2) Position Details:

	State	Federal	Earmarked	Restricted	Total
Position Title: Program Manager II					
(a) Number of FTEs	1.00				1.00
(b) Personal Service	74,713				\$74,713
(c) Employer Contributions	20,920				\$20,920

	State	Federal	Earmarked	Restricted	Total
Position Title: Program Manager I					
(a) Number of FTEs	4.00				4.00
(b) Personal Service	246,842				\$246,842
(c) Employer Contributions	69,115				\$69,115

	State	Federal	Earmarked	Restricted	Total
Position Title: Administrative Specialist I					
(a) Number of FTEs	3.00				3.00
(b) Personal Service	69,070				\$69,070
(c) Employer Contributions	19,340				\$19,340

(3) FTEs in Program Area per FY 2006-07 Appropriation Act:

State 53.00
 Federal _____
 Other _____

Agency-wide Vacant FTEs as of July 31, 2006: 634.50

% Vacant 13.95%

H. Other Comments: **Please see the “Other Comments” section under Priority #1 above.**

II. DETAILED JUSTIFICATION FOR FY 2007-08 OPERATING BUDGET PRIORITIES

- A. Agency Section/Code/Name: **5N/H59/TECHNICAL & COMPREHENSIVE EDUCATION BOARD**
- B. Priority No. 4 of 4
- C. (1) Title: Center for Accelerated Technology Training

(2) Summary Description: The SC Technical College System, in its collaborative effort with the SC Department of Commerce, is experiencing an increase in economic development activity that will require job training. The System's Center for Accelerated Technology Training will require funding to meet the commitment our state has made to employers that are creating new jobs. In addition, there is an increase in the number of existing companies that are seeking to expand.

(3) Strategic Goal/Action Plan (*if applicable*): Develop a world-class workforce to fulfill the demands of an evolving and diversified state economy.
- D. Budget Program Number and Name: III. Economic Development
B. Special Schools Training
- E. Agency Activity Number and Name: 661 – Center for Accelerated Technology Training (formerly Special Schools)
- F. Detailed Justification for Funding

(1) Justification for Funding Increase: Funding for this priority will enable us to coordinate the training for the contracted industries with fully equipped sites, well-qualified instructors with the applicable training skills, and the necessary operational support - a modest training investment which will help us keep those jobs in South Carolina.

(2)

FY 2007-08 Cost Estimates:	State Non-Recurring Funds	State Recurring Funds	Federal	Other	Total
Personnel:					
(a) Number of FTEs*	0	0	0	0	0.00
(b) Personal Service	0	0	0	0	\$ 0
(c) Employer Contributions	0	0	0	0	\$ 0
Program/Case Services	0	0	0	0	\$ 0
Pass-Through Funds	0	0	0	0	\$ 0
Other Operating Expenses	8,000,000	0	0	0	\$8,000,000
Total	\$8,000,000	\$ 0	\$ 0	\$ 0	\$8,000,000
<i>* If new FTEs are needed, please complete Section G (Detailed Justification for FTEs) below.</i>					

(3) Base Appropriation:

State	\$1,754,268
Federal	\$
Other	\$ 500,000

(4) Is this priority associated with a Capital Budget Priority? No If yes, state Capital Budget Priority Number and Project Name: _____.

G. Detailed Justification for FTEs

(1) Justification for New FTEs

- a) Justification:
- b) Future Impact on Operating Expenses or Facility Requirements:

(2) Position Details:

	State	Federal	Earmarked	Restricted	Total
Position Title:					
(a) Number of FTEs					0.00
(b) Personal Service					\$ 0
(c) Employer Contributions					\$ 0

	State	Federal	Earmarked	Restricted	Total
Position Title:					
(a) Number of FTEs					0.00
(b) Personal Service					\$ 0
(c) Employer Contributions					\$ 0

(3) FTEs in Program Area per FY 2006-07 Appropriation Act:

State _____
Federal _____
Other _____

Agency-wide Vacant FTEs as of July 31, 2006: _____
% Vacant _____%

H. Other Comments:

III. DETAILED JUSTIFICATION FOR CAPITAL BUDGET PRIORITIES

- A. Agency Section/Code/Name: **5N/H59/TECHNICAL & COMPREHENSIVE EDUCATION BOARD**
- B. Priority No. ____ of ____ **See attached list following this section.**
- C. Strategic Goal/Action Plan (*if applicable*): Acquire the financial and infrastructure resources necessary to achieve the Technical College System's Mission.
- D. Project Name and Number (*if applicable*): **Systemwide**
- E. Agency Activity Number and Name:
- F. Description of Priority:
- G. Detailed Justification for Funding

(1) Justification for Funding Priority:

(2)

Total Project Cost Estimates:	Additional State Funds	Previously Authorized State Funds	Total Other Fund Sources	Project Total
Total Project Cost*	152,550,381	700,000	27,364,133	\$180,614,514

* *If additional annual operating costs from any source of funding are anticipated upon project completion please complete Sections H and I (Justification for Additional Future Annual Operating Costs) below.*

- H. Justification for First Year Additional Future Annual Operating Costs: **See CPIP for first year additional future annual operating costs.**

(1) Will additional annual operating costs be absorbed into your existing budget? **See CPIP . Some college projects may require additional annual operating costs, while others may not.**

If not, will additional state funds be needed in the future? **See CPIP.**

If state funds will not be needed in the future, explain the source(s) that will be used. **See CPIP.**

(2) First Fiscal Year Additional Annual Operating Costs Are Anticipated: _____ Will this fiscal year require a partial or full year's operating funds? _____ If a partial year's funds are required, what portion of the year does it cover? _____

(3)

Additional Annual Operating Cost Details:	State Non-Recurring	State Recurring	Federal	Other	Total
Total Costs:					
(a) Number of FTEs					0.00
(b) Total Personnel Costs					\$ 0
(c) Furniture/Equipment					\$ 0
(d) Other Operating Costs					\$ 0
Total	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

I. Justification for First Full Year Additional Future Annual Operating Costs *(If Section H above represents a full year's operating funds, do not complete this section.)*

- (1) Will additional annual operating costs be absorbed into your existing budget? _____
 If not, will additional state funds be needed in the future? _____
 If state funds will not be needed in the future, explain the source(s) that will be used. _____
- (2) First Full Fiscal Year Additional Annual Operating Costs Are Anticipated: _____

(3)

Additional Annual Operating Cost Details:	State Non-Recurring	State Recurring	Federal	Other	Total
Total Costs:					
(a) Number of FTEs					0.00
(b) Total Personnel Costs					\$ 0
(c) Furniture/Equipment					\$ 0
(d) Other Operating Costs					\$ 0
Total	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

J. Other Comments:

SBTCE H-59
Summary of 2007-2008
CPIP PROJECTS
2006 CIPI

College	New Proj.	Proj. Type	Sq. Ft.	Approv. Level	Project Name	Approved by SBTCE	Total Funds Requested	CIB	Prev. Approved CIB	Local	Federal	State Appropriated	Amount of Increase for CIB \$	Inst. Priority	CHE Rank-ing
ATC	N	NC	50,031	BA	Industrial Technology Building	03/28/06	\$ 11,296,866	\$ 9,037,493		\$ 2,259,373			\$ 2,442,913	1	9
CCT	Y	R	68,800	BA	CCTC-Health Sciences Bldg.	03/28/06	11,172,075	11,172,075						1	50
CCT	N	R	229,607	PA	CCTC_Deferred maint.-college wide	03/26/02	500,000	500,000						2	60
DTC	Y	R	20,110	BA	Renovation of Barnwell Site	03/28/06	657,567	657,567						1	66
FDT	Y	NC	30,000	BA	Manufacturing Incubator Center	03/28/06	3,600,000	2,880,000		720,000				1	58
FDT	Y	NC	30,000	BA	Building 600 Auto/Auto Body Prog. Expansion	03/28/06	3,600,000	2,880,000		720,000				2	65
FDT	N	R	113,224	BA	Renovation of Bldgs.100,200,300	03/28/06	6,500,000	6,500,000					600,000	3	38
GTC	Y	R	60,817	BA	Renovate 2nd floor ARC for classrooms	03/28/06	4,575,000	4,575,000						1	70
GTC	N	NC	30,000	PA	Greer(G3) Classroom bldg. construction	03/29/05	4,500,000	3,600,000		900,000				2	44
HGT	Y	NC	80,000	BA	New General Purpose Classroom - Conway	7/25/06?	15,000,000	12,000,000		3,000,000				1	67
MTC	N	NC	68,000	PA	Midlands-NE Campus Engineering Lab/Classroom Bldg.	03/25/03	19,000,000	15,200,000		3,800,000				1	12
NET	Y	R	1,250	BA	NETC Campus expansions/renovations-main campus	03/28/06	750,000				750,000			1	No CIB
NET	Y	NC	7,200	BA	NETC Campus expansions/renovations-Dillon campus	03/28/06	1,560,000	1,000,000			560,000			2	62
OTC	N	NC	25,000	PA	Automotive training & Transportation Center	09/21/05	1,300,000	1,040,000			260,000			1	33
PTC	N	NC/ R	36,000/ 47,000	PA	PTC Business/Industrial Tech. Center/ Renovations(A,B,E,F,G)-H59-9886	03/29/05	10,409,300	8,917,440		1,491,860				1	19
PTC	N	NC/ R	40,000/ 43,000	BA	Nursing/Health Science Bldg & Renovations Health(Bldg. H), Science(Bldg. S) & Utility(Bldg. J)-H59-9892	03/28/06	12,968,500	11,004,800		1,963,700				2	10
PTC	N	NC	18,000	BA	McCormick County Extension Center- H59-9898	03/28/06	3,232,000	2,835,600		396,400				3	14
PTC	N	NC	18,000	BA	Saluda County Extension Center- H59-9897	03/28/06	3,232,000	2,835,600		396,400				4	36
PTC	N	NC	18,000	BA	Abbeville County Extension Center- H59-9899	03/28/06	3,232,000	2,835,600		396,400				5	20
PTC	N	M		PA	Main campus-deferred maintenance	03/26/02	1,700,000	1,700,000						6	32
STC	N	NC	60,000	PA	Academic/Library Bldg. Const. Phase II	03/23/04	9,000,000	9,000,000						1	49

SBTCE H-59
Summary of 2007-2008
CPIP PROJECTS
2006 CIPI

College	New Proj.	Proj. Type	Sq. Ft.	Approv. Level	Project Name	Approved by SBTCE	Total Funds Requested	CIB	Prev. Approved CIB	Local	Federal	State Appropriated	Amount of Increase for CIB \$	Inst. Priority	CHE Rank-ing
STC	N	R	74,185	PA	Renovate West bldg incl. HVAC system	09/21/05	6,200,756	6,200,756						2	57
STC	N	NC	35,000	BA	Cherokee County Campus Construction	03/28/06	6,125,000	2,400,000		725,000	500,000	2,500,000		3	Proj. started
STC	Y	R	17,000	BA	Renovate Bldg.# 2 at BMW campus-phase II(17,000 sq. ft.)	03/28/06	1,105,000			1,105,000				4	No CIB
STC	Y	R	13,000	BA	Renovate the LRC bldg. to house Cont. Ed.(13,000 sq. ft.)	03/28/06	845,000			845,000				5	No CIB
TCL	N	NC/R	1,500/10,094	PA	Building 6 & 8 Renovations	01/22/02	2,107,000	2,107,000						1	29
TCL	N	R	36,000	PA	Building 15 & 16 Renovations	03/25/03	2,620,200	2,620,200					343,200	2	35
TRC	N	ACQ		PA	Land-70 acres	03/23/04	2,100,000	1,680,000		420,000				1	51
TRC	N	NC	56,000	BA	Classroom Building	03/28/06	8,000,000	6,400,000		1,600,000			2,400,000	2	47
TRC	Y	NC	27,000	BA	Replacement of Clarke-McKissick Bldg.	03/28/06	4,000,000	3,200,000		800,000				3	59
TRC	Y	M		BA	Deferred Maintenance-Campus wide	03/28/06	900,000	500,000		400,000				4	48
TTC	N	NC	40,000	BA	Nursing Building	03/28/06	7,775,000	6,220,000		1,555,000			1,020,000	1	24
WTC	N	NC	73,000	PA	Technology Building	03/26/02	9,000,000	6,500,000	700,000	1,800,000				1	46
YTC	Y	R	40,000	BA	Hood Center HVAC Replacement	05/23/06	1,000,000	1,000,000						1	69
YTC	Y	M		BA	Standing Seem Metal Roof Construction - Building "D"	05/23/06	551,250	551,250						2	72
YTC	Y	R	100,589	BA	Renovations and Upgrades - Buildings A and B	05/23/06	500,000	500,000						3	71
Totals							\$180,614,514	\$150,050,381	\$700,000	\$25,294,133	\$2,070,000	\$2,500,000	\$6,806,113		

Approval Level

PA - Projects previously approved by St. Board

BA - Projects requiring St. Board Approval

New Project
N – No
Y - Yes

Project Type

NC - New Construction

M - Maintenance

R - Renovation

ACQ - Acquisition

SBTCE H-59
Summary of 2007-2008
CPIP PROJECTS
2006 CPIP

New Proj.	Data	Total
N	Sum of CIB	\$109,134,489
	Sum of Local	17,704,133
	Sum of Federal	760,000
	Sum of State Appropriated	2,500,000
	Sum of Prev. Approved CIB	700,000
	Sum of Total Funds Requested	130,798,622
Y	Sum of CIB	40,915,892
	Sum of Local	7,590,000
	Sum of Federal	1,310,000
	Sum of State Appropriated	
	Sum of Prev. Approved CIB	
	Sum of Total Funds Requested	49,815,892
Total Sum of CIB		150,050,381
Total Sum of Local		25,294,133
Total Sum of Federal		2,070,000
Total Sum of State Appropriated		2,500,000
Total Sum of Prev. Approved CIB		700,000
Total Sum of Total Funds Requested		\$180,614,514

Count of New Proj.	New Proj.		
College	N	Y	Grand Total
ATC	1		1
CCT	1	1	2
DTC		1	1
FDT	1	2	3
GTC	1	1	2
HGT		1	1
MTC	1		1
NET		2	2
OTC	1		1
PTC	6		6
STC	3	2	5
TCL	2		2
TRC	2	2	4
TTC	1		1
WTC	1		1
YTC		3	3
Grand Total	21	15	36

FISCAL YEAR 2007-08 BUDGET PLAN FOR LOTTERY FUNDS

I. EXECUTIVE SUMMARY

A. Agency Section/Code/Name: **5N/H59/TECHNICAL & COMPREHENSIVE EDUCATION BOARD**

B. Statewide Mission: The South Carolina Technical College System provides learning opportunities that promote the economic and human resource development of the state.

The South Carolina Technical College System is comprised of 16 technical colleges and a system office. The technical colleges provide a range of educational programs to meet the needs of the adult population and college transfer students within their designated service areas. Included in this range of programs are technical and occupational associate degree, diploma and certificate curricula that are consistent with the needs of employers in the colleges' service areas. As an integral part of this mission, the colleges provide programs of continuing education designed to satisfy the occupational demands of employers through retraining and upgrading the skills of individual employees. The colleges also provide a variety of developmental education programs, support services and offerings to assist students in meeting their personal and professional educational objectives. The System Office coordinates activities for the 16 colleges and operates the Center for Accelerated Technology Training. This center works closely with the Department of Commerce and colleges to provide training and job development for existing employers and incentives for prospective employers to locate within the state.

C. Summary Description of Strategic or Long-Term Goals:

There are six goals that guide the System in the achievement of its mission:

- (1) Ensure excellence and value by providing high quality, relevant programs and services to all customers.
- (2) Achieve greater efficiency and effectiveness in fulfilling the System's mission through coordinated college and state-level leadership.
- (3) Develop a world-class workforce to fulfill the demands of an evolving and diversified state economy.
- (4) Provide responsible and flexible access to education, training and retraining through distance learning technology.
- (5) Acquire the financial and infrastructure resources necessary to achieve the Technical College System's mission.
- (6) Demonstrate accountability for achieving the System mission.

The South Carolina Technical College System's core values are the key to the System's goals. These values include:

Partnership - Economic and resource development through business and industry, government and community partnerships;

Public Trust - Accountability in educational effectiveness and resource management;

Responsiveness - Flexibility and adaptability in responding to changing economic and human resource development, community and workplace needs;

Opportunity - The right of every citizen to reach his or her full potential through education;

Access - Equal and affordable access to lifelong learning opportunities;

Diversity - The educational richness of a culturally diverse faculty, staff and student population; and

Integrity - Ethics, honesty and respect for academic freedom in all professional activities and relationships.

D.

Summary of Operating Budget Priorities for FY 2007-08:		FUNDING					FTEs			
		State Non-Recurring	State Recurring	Federal	Other	Total	State	Fed.	Other	Total
Priority No.: 1	Title: Lottery Tuition Assistance	47,600,000	0	0	0	\$47,600,000	0	0	0	0.00
Strategic Goal No. Referenced in Item C Above (if applicable): 3 Activity Number & Name:										
Priority No.: 2	Title: Technology Equipment Funding	12,000,000	0	0	0	\$12,000,000	0	0	0	0.00
Strategic Goal No. Referenced in Item C Above (if applicable): Activity Number & Name:										
Priority No.:	Title:	0	0	0	0	\$ 0	0	0	0	0.00
Strategic Goal No. Referenced in Item C Above (if applicable): Activity Number & Name:										
TOTAL OF ALL PRIORITIES		\$59,600,000	\$ 0	\$ 0	\$ 0	\$59,600,000	0.00	0.00	0.00	0.00

E. Agency Recurring Base Appropriation: No recurring base for Lottery Funds.

State \$ 0

Federal \$ 0

Other \$ 0

F. Efficiency Measures:

G.

Summary of Capital Budget Priorities:			Additional State Funds	Previously Authorized State Funds	Total Other Fund Sources	Project Total
Priority No.:	<u>Project Name:</u> Activity Number & Name:	Project No*:	0	0	0	\$ 0
Priority No.:	<u>Project Name:</u> Activity Number & Name:	Project No*:	0	0	0	\$ 0
Priority No.:	<u>Project Name:</u> Activity Number & Name:	Project No*:	0	0	0	\$ 0
TOTAL OF ALL CAPITAL BUDGET PRIORITIES			\$ 0	\$ 0	\$ 0	\$ 0

* If applicable

H. Number of Proviso Changes: None

I. Signature/Agency Contacts/Telephone Numbers:

Barry W. Russell, System President
 State Board for Technical and Comprehensive Education
 111 Executive Center Drive
 Columbia, South Carolina 29210

Agency Contacts: Scott A. Ludlow Ph. (803) 896-5315; E-mail: Ludlow@sctechsystem.com
 Judy F. Hrinda Ph. (803) 896-5311; E-mail: Hrinda@sctechsystem.com

II. DETAILED JUSTIFICATION FOR FY 2007-08 OPERATING BUDGET PRIORITIES (LOTTERY FUNDS)

A. Agency Section/Code/Name: **5N/H59/TECHNICAL & COMPREHENSIVE EDUCATION BOARD**

B. Priority No. 1 of 2

C. (1) Title: Lottery Tuition Assistance

(2) Summary Description: The System requests continuation of funding for the Lottery Tuition Assistance Program for Technical Colleges and eligible two-year institutions, in the amount of \$47.6 million for fiscal year 2007-2008. Our goal is to provide our students with a guaranteed amount each term of approximately \$1,000. Tuition assistance continues to help students obtain technical degrees to fill jobs in critical needs areas including health sciences, engineering technology, and information technology.

(3) Strategic Goal/Action Plan (*if applicable*): Develop a world-class workforce to fulfill the demands of an evolving and diversified state economy.

D. Budget Program Number and Name:

E. Agency Activity Number and Name: 674 – Scholarships (Not in Base Budget)

F. Detailed Justification for Funding

(1) Justification for Funding Increase: The System seeks approval of a general law to establish priority to this program should lottery funds fall short of providing resources at the intended amount. In recognition of this commitment and, barring any funding reductions, the System commits to no more than a Higher Education Price Index (HEPI) increase in the tuition and fee cap imposed by the State Board for Technical and Comprehensive Education.

(2)

FY 2007-08 Cost Estimates:	State Non-Recurring Funds	State Recurring Funds	Federal	Other	Total
Personnel:					
(a) Number of FTEs*	0	0	0	0	0.00
(b) Personal Service	0	0	0	0	\$ 0
(c) Employer Contributions	0	0	0	0	\$ 0
Program/Case Services	0	0	0	0	\$ 0
Pass-Through Funds	0	0	0	0	\$ 0
Other Operating Expenses	47,600,000	0	0	0	\$47,600,000
Total	\$47,600,000	\$ 0	\$ 0	\$ 0	\$47,600,000
<i>* If new FTEs are needed, please complete Section G (Detailed Justification for FTEs) below.</i>					

(3) Base Appropriation: No recurring appropriations for Lottery Funds

State \$ 0
Federal \$ 0
Other \$ 0

(4) Is this priority associated with a Capital Budget Priority? No If yes, state Capital Budget Priority Number and Project Name: _____.

G. Detailed Justification for FTEs

(1) Justification for New FTEs

- a) Justification:
- b) Future Impact on Operating Expenses or Facility Requirements:

(2) Position Details:

	State	Federal	Earmarked	Restricted	Total
Position Title:					
(a) Number of FTEs					0.00
(b) Personal Service					\$ 0
(c) Employer Contributions					\$ 0

	State	Federal	Earmarked	Restricted	Total
Position Title:					
(a) Number of FTEs					0.00
(b) Personal Service					\$ 0
(c) Employer Contributions					\$ 0

(3) FTEs in Program Area per FY 2006-07 Appropriation Act:

State _____

Federal _____

Other _____

Agency-wide Vacant FTEs as of July 31, 2006: _____

% Vacant _____%

H. Other Comments:

II. DETAILED JUSTIFICATION FOR FY 2007-08 OPERATING BUDGET PRIORITIES (LOTTERY FUNDS)

- A. Agency Section/Code/Name: **5N/H59/TECHNICAL & COMPREHENSIVE EDUCATION BOARD**
- B. Priority No. 2 of 2
- C. (1) Title: Lottery Technology Funds
 - (2) Summary Description: The System requests continuation of the lottery technology equipment funding for the non-research institutions, in the amount to \$12 million for fiscal year 2007-2008 to support new equipment purchases to replace outdated equipment for instruction and management.
 - (3) Strategic Goal/Action Plan (*if applicable*): Acquire the financial and infrastructure resources necessary to achieve the Technical College System's mission.
- D. Budget Program Number and Name:
- E. Agency Activity Number and Name:
- F. Detailed Justification for Funding
 - (1) Justification for Funding Increase: The System is requesting \$12 million for lottery technology funding. This will provide approximately \$5,000,000 to the System that is greatly needed to achieve the System's mission of promoting the economic and human resource development of the state and to achieve the missions of the other non-research institutions. In the types of high-tech businesses and industries targeted by South Carolina, job skills shift every six to nine months due to advancing technologies. Without sufficient funding the colleges are forced to defer purchases of state-of-the art equipment and cannot adequately compete with other states, including our neighbor states of North Carolina and Georgia, for new and expanding industry.

(2)

FY 2007-08 Cost Estimates:	State Non-Recurring Funds	State Recurring Funds	Federal	Other	Total
Personnel:					
(a) Number of FTEs*	0	0	0	0	0.00
(b) Personal Service	0	0	0	0	\$ 0
(c) Employer Contributions	0	0	0	0	\$ 0
Program/Case Services	0	0	0	0	\$ 0
Pass-Through Funds	0	0	0	0	\$ 0
Other Operating Expenses	12,000,000	0	0	0	\$ 12,000,000
Total	\$12,000,000	\$ 0	\$ 0	\$ 0	\$12,000,000
<i>* If new FTEs are needed, please complete Section G (Detailed Justification for FTEs) below.</i>					

(3) Base Appropriation: No recurring appropriation for lottery funds.

State \$ 0
Federal \$ 0
Other \$ 0

(4) Is this priority associated with a Capital Budget Priority? No If yes, state Capital Budget Priority Number and Project Name: _____.

G. Detailed Justification for FTEs

(1) Justification for New FTEs

- a) Justification:
- b) Future Impact on Operating Expenses or Facility Requirements:

(2) Position Details:

	State	Federal	Earmarked	Restricted	Total
Position Title:					
(a) Number of FTEs					0.00
(b) Personal Service					\$ 0
(c) Employer Contributions					\$ 0

	State	Federal	Earmarked	Restricted	Total
Position Title:					
(a) Number of FTEs					0.00
(b) Personal Service					\$ 0
(c) Employer Contributions					\$ 0

(3) FTEs in Program Area per FY 2006-07 Appropriation Act:

State _____
Federal _____
Other _____

Agency-wide Vacant FTEs as of July 31, 2006: _____
% Vacant _____%

H. Other Comments:

FY 2007-08 COST SAVINGS & ACTIVITY PRIORITY ADDENDUM

As requested by the Governor, the SC Technical College System has reviewed its 2007-08 budgets to identify areas in which reductions of funds could provide a reallocation of 2% of its General Fund appropriation. Given current funding levels this requested reduction would total approximately \$3.125 million.

Over the past five years, the System has increased enrollments by over 24%, while exercising restraint in tuition increases. During the same time period, state funding has, by necessity been decreased by 17%. This gap between increased demands for service and decreased funding has been further exacerbated by the cumulative impact of increases in the inflation index, which have totaled 20% over the past five years.

The State Board for Technical and Comprehensive Education is mandated to equitably distribute funds from the State and to enhance access and affordability for South Carolina's citizens seeking to attend the 16 Technical Colleges. Our current benchmark costs, considering both State allocations and tuition and fee collections as reported by the 2005-06 almanac issue of the *Chronicle of Higher Education*, was only 92.5% of the national average. Additional reductions will adversely impact quality of service as well as affordability and access for students across the state.

Currently, State General Fund formula allocations for the 16 Technical Colleges provide only a fraction of salaries paid to support teaching faculty for over 107,000 students attending the Colleges. Any reduction in formula-driven general funds will result in either a reduction in the number of faculty, increased tuition, or reduced numbers of classes. A 2% reduction in faculty positions will result in fewer classes available for students and could impact up to 7,650 students annually. Tuition increases would impact all students, though at a lesser amount per student. Thus either option in the reduction of formula funds will impact either access or affordability.

I. 2% COST SAVINGS ASSESSMENT

A. Agency Section/Code/Name: **5N/H59/TECHNICAL & COMPREHENSIVE EDUCATION BOARD**

B. Agency Activity Number and Name:

1. 672 – Institutional Support (16/17 of total) and 651 – Human Resource Services (1/17 of total) for FTE Management
2. All Activities except 639 to 661, 668, and 674 for Parity of Allocations

C. Explanation of Cost Savings Initiative:

1. **Eliminate FTE Management Requirements:** The State requires FTEs to be managed regardless of source of funds. This requires substantial effort to shift vacancies around to avoid loss of positions, as well as hoarding of vacancies. Budgetary controls are much more effective and efficient. We would propose that overall control be managed through adherence to personal service budgets with annual reports of actual positions filled provided as part of the year-end closing process, rather than through the current process of detailed management of every individual position. We estimate this change in process would reduce approximately ½ FTE at each College and the System Office.

2. **Parity of Allocations:** The Board is required by law to provide for equitable allocation of General Fund appropriations. We have reviewed internal parity in our allocations and determined that formula parity can be improved by reducing allocations to four Colleges.

D. Estimate of Savings:

FY 2007-08 Cost Savings Estimates:	General	Federal	Other	Total
Personnel:				
(a) Number of FTEs	8.50			8.50
(b) Personal Service	253,906			\$253,906
(c) Employer Contributions	71,094			\$71,094
Program/Case Services				\$ 0
Pass-Through Funds				\$ 0
Other Operating Expenses	2,799,599			\$2,799,599
Total	\$3,124,599	\$ 0	\$ 0	\$3,124,599

E. Activity Impact (*Describe the impact on the activity affected including the impact on customers and clients.*):

1. **Eliminate FTE Management Requirements:** Reduction in effort will result in fewer employees being dedicated to this task. If funding remains, this would allow improved service for our core mission activities. We believe the State Office of Human Resources would also realize a savings if relieved from this detailed monitoring. The impact of this change would be less micromanagement of State agencies through a move to annual accountability reports rather than the current day-to-day control.
2. **Parity of Allocations:** This reduction will impact colleges who have received additional non-formula based recurring funding. They will be required to utilize similar percentages of resources provided to other Colleges, which results in improved resource parity throughout the System.

The following chart reflects parity measures for recurring resources as of August 2006:

College	Recurring Allocations	MRR	% Of MRR
Aiken	4,959,453	16,506,391	30.05%
Central Carolina	5,693,841	18,708,390	30.43%
Denmark	2,932,922	9,507,084	30.85%
Florence-Darlington	10,396,720	27,964,925	37.18%
Greenville	21,430,781	71,837,230	29.83%
Horry-Georgetown	9,269,891	31,798,716	29.15%
Midlands	18,394,256	58,888,600	31.24%
Northeastern	2,523,006	8,407,022	30.01%
Orangeburg-Calhoun	5,356,080	17,896,890	29.93%
Piedmont	8,937,794	29,433,519	30.37%
Spartanburg	9,769,996	28,278,757	34.55%
Low Country	3,438,016	11,278,200	30.48%
Tricounty	8,541,359	28,950,927	29.50%
Trident	19,903,507	63,074,198	31.56%
Williamsburg	1,510,456	4,993,375	30.25%
York	7,431,924	24,587,391	30.23%
Total	\$140,490,002	\$452,111,615	
Overall % of MRR	31.07%		

F.

Summary of Cost Savings Initiatives for FY 2007-08:	FUNDING				FTEs			
	General	Federal	Other	Total	State	Fed.	Other	Total
Initiative Title: Eliminate FTE Management Requirements	325,000	0	0	\$325,000	8.50	0	0	8.50
Activity Number & Name: 672 – Institutional Support (16/17 of total) and 651 – Human Resource Services (1/17 of total)								
Initiative Title: Parity of Allocations	2,799,599	0	0	\$2,799,599	0	0	0	0.00
Activity Number & Name: All Activities Except 639 to 661, 668 and 674								
Initiative Title:	0	0	0	\$ 0	0	0	0	0.00
Activity Number & Name:								
TOTAL OF ALL INITIATIVES	\$3,124,599	\$ 0	\$ 0	\$3,124,599	8.50	0.00	0.00	8.50

FY 2007-08 COST SAVINGS & ACTIVITY PRIORITY ADDENDUM

II. PRIORITY ASSESSMENT OF AGENCY ACTIVITIES

A. Agency Section/Code/Name: **5N/H59/TECHNICAL & COMPREHENSIVE EDUCATION BOARD**

B. Agency Activity Number and Name:

1. 612 – Instruction: Natural Resources and Conservation (CIP 03)
2. 613 – Instruction: Communication, Journalism, and Related Programs (CIP 09)
3. 632 – Instruction: Science Technologies/Technicians (CIP 41)
4. 637 – Instruction: Construction Trades (CIP 46)
5. 1576 – Instruction: Education (CIP 13)

C. Explanation of Lowest Priority Status:

These activities impact the fewest number of our students. While the student FTE count is 88 in total, this could impact up to 440 individuals as each FTE is made up of potentially five different students taking a three credit hour class.

D. Estimate of Savings:

Estimate of Savings:	General	Federal	Supplemental	Capital Reserve	Other	Total
Personnel:						
(a) Number of FTEs	4.75	0	0	0	3.00	7.75
(b) Personal Service	235,985	0	0	0	153,547	\$389,532
(c) Employer Contributions	66,076	0	0	0	42,993	\$109,069
Program/Case Services	0	0	0	0	0	\$ 0
Pass-Through Funds	0	0	0	0	0	\$ 0
Other Operating Expenses	0	0	0	0	108,101	\$108,101
Total	\$302,061	\$ 0	\$ 0	\$ 0	\$304,641	\$606,702

- E. Activity Impact (*Describe the impact on the activity affected including the impact on customers and clients.*):
 Because these classes are part of overall academic programs, some components of these courses may have to remain available if not under this activity, then another, in order to meet curriculum needs of the overall programs. We also note that changing demands from regional workforce development may also require individual Colleges to evaluate the long- term wisdom of making these reductions. Finally it should be noted that at best, these reductions will impact access for South Carolina citizens to this education from the Technical College System. Alternative sources of training in these areas are typically much more expensive to the consumer.

F.

Summary of Priority Assessment of Activities	General	Federal	Supplemental	Capital Reserve	Other	Total	FTEs
Activity Number & Name: 612 – Instruction: Natural Resources and Conservation (CIP 03)	69,651	0	0	0	157,092	\$226,743	2.25
Activity Number & Name: 613 – Instruction: Communication, Journalism, and Related Programs (CIP 09)	96,452	0	0	0	111,375	\$207,827	2.25
Activity Number & Name: 632 – Instruction: Science Technologies/Technicians (CIP 41)	8,742	0	0	0	3,007	\$11,749	.25
Activity Number & Name: 637 – Instruction: Construction Trades (CIP 46)	0	0	0	0	22,750	\$22,750	0
Activity Number & Name: 1576 – Instruction: Education (CIP 13)	127,216	0	0	0	10,417	\$137,633	3.00
TOTAL OF LOWEST PRIORITIES	\$302,061	\$ 0	\$ 0	\$ 0	\$304,641	\$606,702	7.75